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## REGULATIONS CA OVERSEAS REMITTANCES FOR SOUTH CHILA AREA

- 1. These regulations, based on the Article 14 of the provisional statut for the regulation of foreign exchange in the South China area, are to facilitate the work of handling remittances from overseas Chinese and to accomplish the purposes of control of foreign exchange.
- 2. The South China Bank of the People's Eank of China has designated the Bank of China and its branches as the agency to carry out these regulations. Where the Bank of China is not represented the People's Bank of Chica will act on its behalf.
- 3. All banks with foreign connections or overseas exchange offices that accept the principles of the People's government and obey its laws may apply to the People's Bank (in Kuang-chou to the South China Bank of the People's Bank for permits to handle overseas Chinese remittance
- 4. Banks or overseas remittance offices desiring to carry on this business can secure application blanks and information at the South China Bank of the People's Bank.
- 5. The responsibility of those handling overseas remittance business is to arrange for the selling of overseas Chinese remittances received to government banks and placing the people's currency or deposit certificates received in the hands of the families concerned.
- 6. Accredited handlers of overseas Chinese remittance business may not engage in black-market exchange operations or other shady speculative enterprises.
- 7. The Bank of China shall establish the handling charges of the accredited overseas exchange operators.

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- 8. Handling agencies of overseas Chinese exchange remittances may not deal in foreign currencies or papers representing foreign currency, or foreign-exchange certificates, or any other enterprises not permitted to them. Violators shall be dealt with by the local People's Bank as provided for in Article 12 of these regulations.
- 9. Any authorized handler of overseas Chinese exchange remittances desiring to cease tusiness, reorganize, change firm name, or increase capital shall present the reasons and receive permission from the local People's Bank (in Kuang-chou the South China Bank of the People's Bank) tefore initiating such charge.
- 10. Handlers of overseas Chinese exchange remittances shall (a) carry on their business in accordance with Article 6 of the provisional foreign exchange regulations for the South China area, and (b) shall not divide remittance funds for forwarding purposes in order ostensibly to save time, nor hold up remittance till a number have accumulated, nor secretly devaluate remittances, not practice deceit toward families of overseas Chinese whose remittances they handle.
- 11. Handlers of overseas Chinese exchange remittances shall make periodic reports to the local Bank of China (or People's Bank where the Bank of China is not represented) for transfer to the People's Bank, as follows:
  - a. Name list of these who have made remittances.
  - b. Report of exchange sales operations.
  - c. Tabulated sheet showing foreign exchange rates by areas.

When necessary the People's Bank shall send inspectors to check on operations and amounts of the business. The tank may change the requirements of the reports at will.

- 12. Violators of the regulations shall be dealt with as follows according to the seriousness of the violation:
  - a. Warned.
  - b. Fined.
  - c. Required to change officers.
  - d. Ordered to cease business,

Violations of law shall be dealt with by the courts.

13. These regulations shall be effective from date of public of publication. Changes may be made and published.

- END -

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